

1 ***Section 4, Tax on Production Tax Value.** For production from fields, units, and
2 nonunitized reservoirs that meet the conditions in Sec. 2:

3 (a) The per-taxable-barrel credit in AS 43.55.024(i) and (j) shall not be used; and

4 (b) An additional production tax shall be paid for each month for which the
5 producer's average monthly Production Tax Value of taxable oil is equal to or more than
6 \$50. The additional tax shall be the difference between the average monthly Production
7 Tax Value of a barrel of oil and \$50, multiplied by the volume of taxable oil produced by
8 the producer for the month, multiplied by 15 percent.

9 ***Section 5, Separate Treatment.** For each producer, the taxes set forth in Sections 3
10 and 4 shall be calculated separately for the following:

11 (a) For oil and for gas;

12 (b) For each calendar month (annual lease expenditures shall be divided equally
13 among the 12 months of the tax year); and

14 (c) For each of the fields, units, and nonunitized reservoirs, the lease expenditures
15 shall be calculated, deducted, and carried forward separately.

16 ***Section 6, Greater-of.** For each producer, for each month, and for each of the fields,
17 units, and nonunitized reservoirs, the tax due shall be the greater of the tax under Section
18 3 or Section 4.

19 ***Section 7, Public Records.** All filings and supporting information provided by each
20 producer to the Department relating to the calculation and payment of the taxes set forth
21 in Sections 3 and 4 shall be a matter of public record.

22 ***Section 8, Scope of Initiative.** Nothing in this Act authorizes or requires the
23 Legislature to dedicate revenue, to make or repeal appropriations, to enact local or special
24 legislation, or to perform any unconstitutional act. While not required by this Act, the
25 revenues from this Act could be used to fund essential government services, capital
26 projects, the permanent fund, and permanent fund dividends.

27 ***Section 9, Severability.** The provisions of this Act are independent and severable, and
28 if any provision of this Act or applicability of any provision to any person or
29 circumstance shall be found to be invalid, the remainder of this Act shall not be affected
30 and shall be given effect to the fullest extent practicable.